

The Gazette



of India

EXTRAORDINARY
PART I—Section 1
PUBLISHED BY AUTHORITY

No. 214] NEW DELHI, TUESDAY, DECEMBER 11, 1962/AGRAHAYANA 20, 1884

MINISTRY OF COMMERCE AND INDUSTRY
PUBLIC NOTICE

EXPORT TRADE CONTROL—U. K. LICENSING

New Delhi, the 11th December 1962

SUBJECT:—Indo-U.K. Agreement Relating to Cotton Textile-Scheme for licensing from India relating to the quota for 1963.

No. P. N. (U.K. Licensing)/4 of 1962.—The Scheme relates to the export under the quota for 1963 from India to U.K. of cotton manufactures whether in the piece or made up including garments but excluding cotton carpets, cotton rugs cotton Durries, cotton shawls and all handloom manufactures.

2. For purposes of licensing, the shipment period will be from 1st December 1962, to 30th November 1963.

3. Shipments covered by licences issued in India as from December 1, 1962, should not reach the U.K. before January 1, 1963.

4. Licences under the scheme shall be issued by the Jt. Chief Controller of Imports & Exports, Bombay on the basis of quota certificates issued by the Cotton Textiles Export Promotion Council, Bombay. For this purpose the council will set up a licensing committee consisting of two representatives each of the council and the Indian Cotton Mills Federation and one representative each of the Textile Commissioner and Jt. Chief Controller of Imports & Exports, Bombay.

5. Licences shall be valid for shipment from any port in India.

6. Quotas will not be transferable, without the express consent in writing of the Licensing Committee.

7. There shall be four categories of quotas and licences as under:

- (a) Reserved quotas and licences (abbreviated as RQ quotas or licences, as the case may be);
- (b) Unreserved quotas and licences (abbreviated as UR quotas or licences as the case may be);
- (c) Re-export licences (abbreviated as RE quotas or licences as the case may be); and
- (d) Subsequent Re-export licences (abbreviated as SR quotas or licences as the case may be).

8. Reserved Quota (RQ) will be described as Quota to be allotted to an exporter on the basis of his performance during 1962 or during any past period as the Licensing Committee may decide.

9. UR Quota will be distributed to applicants irrespective of their performance in the past.

10. The RQ Quota holders will be required to cover 50% of their quotas by contracts in the stipulated manner on or before May 31, 1963. Any shortfall will lapse from the RQ quota and will be added on to the UR quota pool.

11. The entire RQ quotas (as reduced by the operation of the provision in the previous clause) will have to be covered by contracts on or before October 31, 1963. Any shortfall will lapse from the RQ quota and will be added on to the UR quota pool.

12. The application for UR quotas will have to be accompanied by earnest money at the rate of 2 nP. per square yard. The earnest money can be paid by Bankers' guarantee in favour of the Cotton Textiles Export Promotion Council.

13. The UR quota holders will have to produce proof, when called upon, of their having covered at least 50% of their quotas by contracts up to 31st May 1963. In case the UR quota holder also holds RQ quota he will have to cover by contracts by May 31, 1963, 50% of the total of his RQ quota and UR quota. Contracts once declared and cancelled before 31st May 1963, will not be taken into account for the purpose of fulfilment of this condition.

In respect of the shortfall in covering by contracts 50% of the UR quota of UR and RQ quotas, as the case may be, the quota will be cancelled to the extent of the shortfall and the quota holders will not be eligible to a refund of their earnest money at whatever rate per sq. yard they have paid the earnest money (subject to a maximum of 50% of the UR quota only). The cancelled quotas will be added on to the UR quota pool.

14. The UR quota holders will have to produce proof by October 31, 1963, of having covered by contracts their entire UR quotas (as reduced by the operation of the provisions in the previous clause). In case the quota holder also holds RQ quota he will be required to cover 100% of the RQ quota as well as UR quota (as reduced by the operation of the provisions in the previous clause).

In respect of the shortfall in covering 100% of the UR quota, or UR and RQ quotas, as the case may be, the quotas will be cancelled to the extent of the shortfall and the quota holders will not be eligible to a refund of their deposits at whatever rate per sq. yard they have paid the deposit (subject to a maximum of 100% of the UR quota as reduced by the operation of clause 13 where it operates). The cancelled quotas will be added on to the UR quota pool.

15. The UR quota holder will be eligible to claim refund of his deposit as reduced by the operation of clauses 13 and 14 at whatever rate per sq. yard they have paid the deposit of the goods actually shipped by November 30, 1963, against the UR quota. In case the UR quota holder also holds a RQ quota, the entire RQ quota will first be debited from the actual shipment made upto November 30, 1963, and the balance will be treated as shipment against the UR quota.

16. *Re-export licences (RE licences).*—The U.K. importer will have to sign an undertaking in triplicate to the U.K. Board of Trade, stating that he will re-export the specific or an equivalent amount of Indian cloth applied for with or without processing. The Board of Trade will retain the original of the undertaking, send the duplicate to Texprocil and return the triplicate to the U.K. importers. The U.K. importer will have to send it to the Indian exporter and it is on the basis of this document that the Indian exporter applied to Texprocil for an RQ quota, certificate. RE quota certificates will be issued on Texprocil satisfying itself that the application is in order. The Jt. Chief C.I.&E. will issue the RE licences on the basis of such quota certificate.

17. *Subsequent Re-export licences (SR licences).*—In those cases where the cloth originally intended for RETENTION is re-exported, the importer in the U.K. will apply to the U.K. Board of Trade for replacement certificate in the same manner as for re-export licences. The U.K. importer will have to send the certificate to the Indian exporter and it is on the basis of this document that the Indian exporter can apply to Texprocil for SR quota. The SR licences will be issued by the licensing authority satisfying itself that the application is in order.

18. All classes of quota holders and licence holders shall have to make a monthly report to Texprocil giving copies of contracts entered into and shipments effected. Statements relating to each type of quota or licence must reach Texprocil by the 10th of the subsequent month.

19. A charge of Rs. 2.50 nP. per 10,000 sq. yards will be levied by Texprocil for the issue of quotas.

20. The U.K. Textiles Licensing Committee shall (a) supervise the entire scheme; (b) keep watch over the performance from time to time; (c) interpret and give decisions on various matters arising out of the operation of the scheme; and (d) make such changes in the scheme as the Licensing Committee may consider fit from time to time. The Licensing Committee's decisions on all matters shall be final and binding. The Licensing Committee shall have the right to withhold or cancel quotas, reject applications for quotas without assigning any reason.

21. The address of the Cotton Textiles Export Promotion Council is as follows:—

Cecil Court, 4th Floor, 26, Lansdowne Road,
Appollo Bunder, Bombay-1.

K. T. SATARAWALA,
Chief Controller of Imports & Exports.